STATE OF ILLINOIS
HEALTH FACILITIES AND SERVICES REVIEW BOARD

525 WEST JEFFERSON ST. • SPRINGFIELD, ILLINOIS 62761 •(217) 782-3516 FAX: (217) 785-4111

October 31, 2018

Richard McKellar, Sr. Associate
SRC Hospital Investments II, LLC
222 Sutter Street
San Francisco, CA 94108

RE:	**Change of Ownership Exemption**
Exemption:	E-052-18, VHS Westlake Hospital, Melrose Park, Illinois
Exemption Holder:	SRC Hospital Investments II, LLC, Pipeline-Westlake Hospital, LLC d/b/a VHS Westlake Hospital, VHS Westlake Hospital, Inc. and Tenet Healthcare Corporation
Site Owner:	Westlake Property Holdings, LLC
Entity to be Licensed:	Pipeline-Westestlake Hospital, LLC d/b/a VHS Westlake Hospital

Dear Mr. McKellar:

On October 30, 2018, the Illinois Health Facilities and Services Review Board (State Board) approved your request for a change of ownership. This approval was based on the application's compliance with applicable provisions of 77 ILAC 1130 and 20 ILCS 3960. The change of ownership is for VHS Westlake Hospital, 1225 Lake Street, Melrose Park, Illinois. The entity to be licensed is Pipeline-Westestlake Hospital, LLC d/b/a VHS Westlake Hospital. The exemption is a purchase resulting in a change in the control of a health care facility resulting in the issuance of a license to an entity different from the current licensee and a change in the owner of the physical plant. The fair market value of the transaction involving Louis A. Weiss Memorial Hospital, VHS Westlake Hospital and West Suburban Medical Center and certain assets is $70,000,000.

Within 90 days of the closing date of the transaction, the exemption holder must certify project completion as defined in 77 ILAC 1130.570. If the exemption holder provided the key terms of the transaction in the exemption application, the exemption holder must certify that it did or did not complete the transaction according to the key terms detailed in the application. If any of the key terms of the transaction changed, a new application will be required. Exemption holders that do not submit a timely completion report may be subject to penalties, including monetary fines. This letter serves as the State Board's formal request for the report.

Please be advised that the Exemption is not transferable or assignable and that the State Board's approval does not exempt the transaction from any other regulatory, certification or licensure requirements that may be applicable prior to this acquisition. Should the facility for which the Exemption was granted cease to be an existing health care facility as defined in 77 Ill. Adm. Code 1130.140, this exemption will be invalid.

Should you have any questions or concerns please contact Mike Constantino or George Roate at 217-782-3516.

Sincerely,

Courtney Avery

Courtney Avery, Administrator
Illinois Health Facilities and Services Review Board